

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST)
ADJUSTMENT FILING OF)
BELFRY GAS COMPANY, INC.) CASE NO. 2002-00319

ORDER

On October 11, 1993, in Case No. 93-111, the Commission approved rates for Belfry Gas Company, Inc. (Belfry) and provided for their further adjustment in accordance with Belfry s gas cost adjustment (GCA) clause.

On August 30, 2002, Belfry filed its GCA to be effective October 1, 2002.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Belfry s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Belfry s proposed expected gas cost (EGC) is \$3.8813 per Mcf, which is an increase of \$1.2962 per Mcf from the previous EGC of \$2.5851.
3. Belfry s notice sets out no refund adjustment.
4. Belfry s notice sets out an actual adjustment (AA) of .69 cent per Mcf. Belfry s notice sets out a total AA of (1.2) cent per Mcf, which is an increase of .69 cent from the previous total AA.
5. Belfry s notice sets out no balance adjustment.

6. Belfry's GCA is \$3.8693 per Mcf, which is \$1.3031 per Mcf more than the previous rate of \$2.5662.

7. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered by Belfry on and after October 1, 2002.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after October 1, 2002.

2. Within 20 days of the date of this Order, Belfry shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 26th day of September, 2002.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2002-00319 DATED September, 26, 2002

The following rates and charges are prescribed for the customers served by Belfry Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RETAIL RATES:

Monthly usage

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First 1,000 cubic feet (Minimum Bill)	\$4.2667	\$3.8693	\$8.1360
Over 1,000 cubic feet	\$2.7182	\$3.8693	\$6.5875